MP-503

June - Examination 2026

Master of Business Administration (IInd Year) Examination

Capital Market and SEBI Regulations

Paper : MP-503

[*Time: **3** Hours*] [*Maximum Marks: **80***]

Note :- The question paper is divided into three Sections A, B and C. Write answers as per the given instructions in each section.

Section-A **8×2=16**

(Very Short Answer Type Questions)

Note :- Answer **all** questions. As per the nature of the question delimit your answer in one word, one sentence or maximum up to **30** words. Each question carries **2** marks.

1. (i) State the principal steps involved in Private Placement.
   (ii) What are the characteristics of Jobbers?
   (iii) Define Basket Trading.
   (iv) What is an Auction?
   (v) Who are clearing members?
   (vi) State the objectives of SEBI.
   (vii) What is SCORES?
   (viii) Define Rolling Settlement.

Section-B **4×8=32**

(Short Answer Type Questions)

Note :- Answer **any four** questions. You have to delimit your each answer maximum up to **200** words. Each question carries **8** marks.

2. Explain the key features of the Depository System in India and discuss its significance in improving the efficiency and safety of securities transactions.
3. Discuss the advantages and limitations of government securities as an investment instrument for investors.
4. Explain the role and responsibilities of SEBI in regulating and supervising the functioning of stock exchanges in India.
5. Describe the essential features and benefits of an Online Trading System and explain how it has transformed securities trading.
6. Explain the provisions related to promoter's contribution and capital requirements under the SEBI (Issue of Capital and Disclosure Requirements) Regulations.
7. Discuss the different types of order books available in the trading system and explain their role in facilitating securities transactions.
8. Explain the various functions performed by SEBI for Investor protection, Market regulation and development of the Securities Market.
9. Discuss the salient features of SCORES (SEBI Complaints Redress System) and explain its importance in resolving Investor Grievances.

Section-C 2×16=32

(Long Answer Type Questions)

Note :- Answer **any two** questions. You have to delimit your each answer maximum up to **500** words. Each question carries **16** marks.

10. As a financial manager of a newly established large joint-stock company, discuss the various sources of finance that can be explored for raising funds. Explain the suitability, advantages and limitations of each source for ensuring smooth business operations.

11. Explain the process of securities trading on the National Stock Exchange (NSE) and Over the Counter Exchange of India (OTCEI). Discuss the major features, mechanisms, and differences between these trading platforms.

12. Explain the concept of order status in an Electronic Trading System. Discuss its purpose, features and importance in monitoring and managing trading activities.

13. Discuss the various penalties prescribed under the SEBI Act, 1992 for non-compliance, defaults, failures, non-disclosure and other securities market-related offences. Explain their significance in maintaining market discipline.
